# TRANSCRIPT OF PROCEEDINGS

UNITED STATES OF AMERICA

NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION

PUBLIC HEARING )

PROPOSED RULE FOR THE FIRST PHASE )

OF A US SEAFOOD TRACEABILITY PROGRAM )

Pages: 1 through 31

Place: Boston, Massachusetts

Date: March 7, 2016

# HERITAGE REPORTING CORPORATION

Official Reporters
1220 L Street, N.W., Suite 206
Washington, D.C. 20005
(202) 628-4888
contracts@hrccourtreporters.com

1 VOL I 1 - 31

#### UNITED STATES OF AMERICA

#### NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION

PUBLIC HEARING
PROPOSED RULE FOR THE FIRST PHASE OF A US SEAFOOD TRACEABILITY PROGRAM

Convention and Exhibition Center 415 Summer Street Boston, Massachusetts

Monday, March 7, 2016

The above-entitled matter came on for a meeting, pursuant to notice, at 11:11 a.m.

#### BEFORE:

JOHN HENDERSCHEDT, Director Office of International Affairs and Seafood Inspection NOAA Fisheries

LAUREL BRYANT, Chief of External Affairs National Marine Fisheries Service

## <u>I N D E X</u>

SPEAKERS:	PAGE
David Schorr	5 28
Lisa Weddig	8
Avery Sicilliano	10
Reese Antley	11 24
Jonathan Eddy	12
Ambassador Gehr Hodray	15
Adriana Sanchez	17 23
Eva Berman	18
Mike Kraft	19 27
David Krebbs	22
Julie Kuchepatov	24
Kate Wing	26
Tobias Glidden	27

1	<u>PROCEEDINGS</u>
2	(11:11 a.m.)
3	MS. BRYANT: Thank you for taking time this
4	morning. I'm Laurel Bryant. I'm Chief of External Affairs
5	for the National Marine Fisheries Service. Today's public
6	listening session is about the proposed rule on seafood
7	import traceability. And with me today is John
8	Henderschedt, Director of International Affairs and Seafood
9	Inspection.
10	I want to kind of go over a little bit of the
11	format this morning on what to expect and how to engage in
12	this process, so let me read from my crafted notes here.
13	Some of you have filled out an index card. What this allows
14	me to do is kind of gauge the level of interest. We want to
15	make certain that we hear from everybody that wants to make
16	a comment. And this helps me kind of divide and gauge that
17	time.
18	I'm going to do that with my iPhone. And at this
19	point, we're pretty much going to cut it off at about two
20	and a half minutes. So I would appreciate you just being
21	prepared on that. And we'll do our best to make certain
22	that we get everybody in.
23	If you didn't fill out one, that's okay. Liz and
24	Sam are walking around with index cards. So, if you decide
25	you want to make a comment, if you decide that you have a

Τ	clarifying question that you would like John to help you
2	understand, just raise your hand and Sam and Liz will bring
3	you a card. We need your name and we need your affiliation.
4	This is on the public record. And we have a
5	recorder that is recording everything. And this helps us
6	make certain that we have your appropriate spelling as well
7	as your affiliation.
8	With that said, I will state again these are
9	comments to us and clarifying questions. It's not in
10	response to comments yet. That legally has to take place
11	much later on down the chain. So I just wanted to have you
12	keep that in mind as you get your thoughts together.
13	And with that, I'm going to turn it over to John.
14	I'm going to be standing here. So pay no attention to me.
15	I'm just managing the PowerPoint. Or do you want to stand
16	here? Okay. Never mind.
17	MR. HENDERSCHEDT: Good morning and thanks for
18	joining. And given the fact that we have limited time and
19	lots of folks here, I'm just going to jump right in. For
20	those of you who have listened to one or both of the
21	webinars that we have held, my apologies. You're going to
22	hear this presentation one more time. But we try to keep
23	that the standard.
24	So, first of all, some overview of this brief

presentation. I'm going to address the background and the

Τ	context of the proposed fulle, a general description of the
2	proposed system, go through more specifically the data
3	elements that are required for reporting or recordkeeping
4	and then, next steps, how this process will continue
5	forward.
6	(PowerPoint presentation by Mr. Henderschedt.)
7	MR. HENDERSCHEDT: So thank you again for your
8	attendance, and I guess we'll get started.
9	MS. BRYANT: Thanks, John. And again, if you
10	didn't fill out a card, and the card is not for you to write
11	down your comments or your questions, it's simply to make
12	certain that we have your name and your affiliation so that
13	we have that accurately recorded. And if you decide that
14	you want to, just raise your hand. And make certain that
15	you speak clearly, give your name and affiliation and we'll
16	call on you.
17	I've got some cards here. And Sam has got
18	who's got the microphone? Liz has the microphone.
19	And I'm going to call David Schorr. He was the
20	first one. David Schorr from World Wildlife Fund. David,
21	are you still in the room?
22	MR. SCHORR: I won the lottery. Thank you. Good
23	morning, everybody. My name is David Schorr. I'm Senior
24	Manager for the transparencies activities within WWF's
25	Global Smart Fishing Initiative. Thanks for this

opportunity to comment. WWF has participated in the two 1 previous listening sessions by telephone. We'll just extend 2 a couple of the remarks we made there in some more detail. 3 First, I'd just like to reiterate WWF's strong support for this rule. We think that this will be a watershed in U.S. policy with real global impact. And we are deeply appreciative of the efforts from the U.S. agencies to bring forward what we think is a rule that will 9 really change the fight against IUU for the better. 10 I'm going to just emphasize three themes today. 11 These are not necessarily the only themes that we will be 12 developing in our written comments. First, WWF believes that the effectiveness of this 13 rule ultimately depends on the 15-day comprehensive. Making 14 15 it comprehensive is essential to fulfill the President's call for comprehensive application. It's also essential for 16 17 making the rule effective. We think it's both necessary and 18 smart for the rule to become comprehensive in due course. It's necessary, because if it's not comprehensive, it will 19 20 fail to send the right signals to IUU producers around the world. IUU is ubiquitous and form-shifting. And everybody 21 22 who's involved in it needs to know that they can't sell in the United States. It is necessary because, without 23 24 comprehensive coverage, there will be dangerous loopholes

and gaps in the regulation that will continue to allow IUU

1	÷	the	TT (	
1	าท	The		S -

But it's also smart because comprehensive rules
will create predictability, streamlined process, and
economies of scale for the production base. So we are
counting on the coverage to have a fixed time line and a
process for its comprehensive coverage.

But that does not mean WWF is looking for immediate application of the rule. We know that the rule will take a lot of time for people to adjust to, and we support a phase-in period.

Second, and related to comprehensive coverage, is the question of delaying the application of the rule to shrimp and abalone. Right now the rule calls for delayed application, potentially delayed application for foreign shrimp and foreign abalone because of conflicts between state and local and federal regulations on these products. We understand this is a complication, but we'd like to put it in perspective.

There are only approximately 1700 pounds of shrimp from domestic for production in the United States, compared to 600,000 pounds that are imported every year. There are four abalone farms and 20 shrimp farms, compared to the thousands just outside of the United States.

We also believe that the information to be obtained from these farms is easily obtainable. It's not a

1	heavy burden. So, if there is a problem with federal rules
2	and state rules, we think it should be fixed before the rule
3	goes into effect.
4	Finally, I'd like to talk about capacity building
5	and U.S. outreach. We understand that the burden of this
6	rule informally falls on the importer. So the importers
7	have the obligation of fulfilling the rule.
8	But the real fulfillment of the rule, the data
9	that needs to be provided is in the hands of the producers
10	and foreign governments. If the United States wants this
11	rule to work, it has to join Europe and mirror what Europe
12	did when its rule came online and make a significant
13	diplomatic training and foreign aid effort to help foreign
14	producers meet the needs of the new rule. And WWF looks
15	forward to working with the government in making that a
16	reality. Thank you very much.
17	MS. BRYANT: That was perfect, David. You just
18	ended right on time.
19	So next I have Julie with Ocean Outcomes.
20	MS. KUCHEPATOV: My question was answered. Thank
21	you.

22

23

24

25

room? Excellent.

Comment [L1]: Check spelling

Formatted: Highlight

Heritage Reporting Corporation (202) 628-4888

MS. WEDDIG: I just have some clarifying

Lisa Weddig, NFI. Lisa, are you still in the

MS. BRYANT: Oh, okay. Excellent.

2	retention period of five years, and I was just kind of
3	curious as to the rationale for five years. So that's one
4	question.
5	Another question has to do with the ASFIS number,
6	and I was just curious what the purpose of that number was.
7	Why are we requiring that or proposing to require that?
8	And then, on the elements that are being proposed
9	to be required, there are product descriptions and the name
10	of the product, and I'm just kind of curious as to what you
11	really mean by that. We have a lot of questions about that
12	MS. BRYANT: Have you got that, John?
13	MR. HENDERSCHEDT: Yes. Thanks very much, Lisa,
14	for your questions.
15	First of all, with respect to records retention,
16	the five years was adopted at the advice of the interagency
17	working group to be similar in length to records retentions
18	for other commodity records that are collected or will be
19	collected through ITDS. So there was a consideration of a
20	range. And five years is considered consistent with other
21	federal recordkeeping requirements.
22	With respect to the FAO number, Recommendation 10
23	assembled an interagency working group to look at species
24	names and HTS codes and identify improvements to the
25	application of those instruments to ensure effective

questions. I know the proposed rule had a proposed record

1	implementation of this rule. The recommendations of that
2	group included both use of the scientific name but also
3	using that very complete list that the FAO has developed as
4	a way of specifically identifying species that may otherwise
5	be less apparent through the HTS codes themselves.
6	Finally, with respect to product type and product
7	name, one obviously is maybe a trade name or essentially a
8	unique name to that product by importer or producer, whereas
9	the product type is intended to capture the general nature
10	of the product, be it whole round, filet, what have you.
11	NOAA would certainly welcome comments from the
12	public with respect to all of the questions that you asked
13	this morning. Thanks again for those questions.
14	MS. BRYANT: All right. The next card that I have
15	is Avery Sicilliano, Oceana.
16	MS. SICILLIANO: I'm Avery Sicilliano, Oceana.
17	We'd like to thank the National Ocean Council for their
18	commitment to stop IUU fishing and seafood fraud. And while
19	the proposed rule is a step forward in the right direction,
20	again, it's IUU fishing and seafood fraud that's missing
21	some critical elements.
22	While we understand the need for a phase-in
23	approach to seafood traceability, the final rule should
24	include a commitment and specific time line to expand to all

25

seafood.

1	Second, the final rule should include full chain
2	traceability. Seafood fraud can happen at any point in the
3	supply chain. And in order to speculate on fraud, it must
4	be comprehensive.
5	And then, third, we would like more consumer
6	information on sales so that seafood consumers and buyers
7	can vote before making poor decisions. Thank you.
8	MS. BRYANT: Thank you, Avery. If anybody else
9	wants to start getting in the queue, I'm running out of
10	cards here, so this is your time.
11	Next I have Reese Antley, Woods Fisheries.
12	MR. ANTLEY: Good morning. First, I do applaud
13	what you guys are doing, what you guys are pushing and what
14	this administration is doing here, because it is an issue
15	that has to be addressed.
16	First, I'm a shrimp guy, a domestic shrimp guy. I
17	have a domestic farm and we also do domestic wild. So we
18	have, you know, knowledge of all of this. And we see the
19	shrimp as being an adverse species. However, this just echo
20	some of the other comments. If you delay shrimp aquaculture
21	being included in this, then you're basically shrimp is a
22	non at risk species at that point, and the at risk comes at
23	an aquaculture level.
24	You're also missing on the aquaculture side the at

risk species while they -- you know, as consumed wild

products, it's not looking into what's going in to make or
what it is to feed these shrimp. So a lot of the IUU issues
comes from feed meal, comes from the meal that's made to
feed these fish or shrimp.

So, if you're not addressing those species right off the bat, then again, you're not addressing anything to do with shrimp aquaculture as far as IUU issues. So the rule to me had to be expanded on how supportive of the rule. And the domestic shrimp industry as a whole is supportive of the rule. You can see the data that we've provided already.

But these things have to be addressed within this rule, or it's really not doing anything on the shrimp side. The shrimp is then a not at risk species.

MS. BRYANT: Thank you, -Reese.

Oh, I am just going to let folks know that I think we're running at about three minutes per comment right now. But I'm also going to give people like a 30-second wrap-up if you're looking like you're getting a little too close, because I think we're going to start getting more questions.

The next one I have is Jonathan Eddy from Beacon Fisheries. Jonathan, where are you? There you are.

MR. EDDY: Hi, everybody. Thank you. I think all of us and us at Beacon Fisheries especially are very excited to see a focus on further combatting IUU fishing. In particular, I had two clarifying questions and/or comments

here. The first one is regarding the concept of an at risk product based approach. Basically, it would seem like a lot of IUU fishing occurs at regional levels. So was there much consideration given to a more regional approach as opposed to just a product base? Because a lot of times you would think that products may be largely at risk in one part of the world and largely not at risk in others.

The other question that we have is regarding consideration for the artisanal fleet. We deal with a lot of products that are artisanally produced. So two examples may be a crabmeat, a can of pasteurized crabmeat that may be produced from a lot of little skiffs or even canoes that go and capture the crabs. And so to trace kind of a production zone is very easy, but to actually trace that can back to an actual "vessel" could be very difficult when those vessels are -- that are considered artisanal.

And there are other examples as well. For example, perhaps a box of mahi portions or something like that where a vessel may produce different size of products or even several different species. They may come back with 40 or 50 pounds. It then has to be further processed.

So, as an importer, to take all that hodgepodge of product and put it in boxes, you're going to have a box at the regional level or at a restaurant that may include product from a lot of different "vessels". So it would just

be -- I know that's getting kind of deep into it, but just a 1 2 comment and/or clarifying question for that. 3 MS. BRYANT: Thank you, Jonathan. 4 MR. HENDERSCHEDT: Thank you, Jonathan, for your 5 questions. First, with respect to at risk, this, as I 6 7 mentioned, is focused specifically on imports, which means that all of the U.S.'s obligations and all of our 9 international trade obligations come to bear on design and implementation of this proposed rule. And so it is designed 10 11 to level, with respect to region, with respect to species, 12 in a way that we believe is compliant with those international trade obligations. So the action plan that I 13 described was very specific, for instance, of the 14 15 identification of at risk species and the scope of the 16 proposed rule. 17 With respect to your second question, I do want to 18 clarify that the rule does not require the association of a specific product unit in an import with a specific vessel. 19 20 So, for instance, to the extent that there is aggregation of 21 product from harvest sources, from processing sources into a 22 shipment, that would require all the associated

documentation. But the proposed rule does not suggest that

there needs to be a sort of unit-by-unit association with

23

24

25

those vessels.

1	Beyond that, with respect to the artisanal fleet,
2	I would recommend or ask for comments that you and others,
3	the public may have with respect to how the proposed rule
4	will impact those fleets and your other comments with
5	respect to implementation of this rule in artisanal
6	fisheries.
7	MS. BRYANT: All right. Next question, I'm going
8	to apologize to the Ambassador for publicly mispronouncing
9	his name. Gehr Hodray? The Ambassador to Iceland. There
10	you are. Thank you.
11	AMBASSADOR HODRAY: Not even close.
12	MS. BRYANT: At least I did the disclosure up
13	front.
14	AMBASSADOR HODRAY: Well, thank you for trying.
15	My name is Gehr Hodray. I am the Icelandic Ambassador.
16	Thank you for providing this opportunity.
17	My government thinks the U.S. effort to combat IUU
18	fisheries is laudable and we support it. However, we have a
19	problem with some of the classifications that you have
20	listed here today, particularly listing Atlantic cod as an
21	at risk species. I'd like to put on the record the
22	question, where is the evidence for this? Can we see it?
23	To us, this is a very serious accusation. We live
24	off the Atlantic cod basically. It's our most important
25	specie in our fisheries-based economy. And having somebody

Formatted: Highlight

Comment [L2]: Correct spelling

Formatted: Highlight

- tell us that our most important specie is at risk for
  essentially pirate fisheries is a very serious thing to say.
- 3 It can have massive implications and all kinds of
- 4 reputational implications that we are all aware of. So
- 5 where's the evidence?
- And the other thing I'd like to ask is, relates to
  the question that was already asked by somebody else. If
  you're not applying these rules to your own domestic
  producers, how does that square with the nondiscrimination
  rules of the WKO (phonetic)? That's my other question.
- 11 Thank you.

list.

- MR. HENDERSCHEDT: Thank you, Ambassador, for your questions.
- 14 With respect to your first question regarding the
  15 list of at risk species, the information that was used by
  16 the interagency working group was government data, largely
  17 enforcement and prosecution data, certainly data that we
  18 cannot publish. I will refer you to the October publication
  19 of the list of at risk species. It includes summary text
  20 that describes the reasons for including the species on that
- I will also note that in implementing this rule,
  we are again obligated to do so in a manner that is
  consistent with our international trade obligations, which
  means that there are numerous instances in which there may

- 1 be differing levels of enforcement, differing levels of risk
- 2 to a species of IUU fishing or fraud throughout its
- 3 geographical range. But, given our obligation to treat all
- 4 of our international trading partners in an equivalent
- 5 manner, we're not in a position to identify specific nations
- or regions to which this rule would apply.
- 7 And then, with respect to the domestic fisheries,
- 8 we believe that this rule is compliant with national
- 9 treatment. We have done a careful evaluation of our access
- 10 to domestic fisheries data. We have identified the harvest
- 11 to entry into U.S. commerce for those purposes as just that,
- 12 harvest to the point of first landing. Through various
- 13 state and federal programs, NOAA has access to those fishery
- data for all the species to which this rule applies.
- Thank you again for your questions.
- MS. BRYANT: Next we have Adriana Sanchez, Sea
- 17 Delight.
- 18 MS. SANCHEZ: I guess what I have is a clarifying
- 19 question, maybe a small comment. Who's going to be
- 20 verifying the data that we're entering? Because we're going
- 21 to be -- with these orders, we're going to collect the data
- from our vendors. But who's going to verify that? Does it
- fall on our responsibility as well to verify the data, or do
- you have a system in place to verify that data that's being
- 25 entered?

1	And then the comment would be, following Jonathan
2	from Beacon Fisheries, I have concerns about this proposal
3	not having provisions for small-scale fishing. We will be
4	providing comments in our remarks to that. So I won't
5	occupy any more of your time today. Thank you again.
6	MS. BRYANT: Thank you, Adriana.
7	MR. HENDERSCHEDT: With respect to verification of
8	data, NOAA will have access to the data. We'll conduct
9	audits and verification processes. In the event that
10	nonconformity is identified, we will then consider that an
11	enforcement question. But it will be essentially through an
12	audit and verification process. Thanks for your question.
13	MS. BRYANT: Next I have Eva Berman, E&R
14	International Seafood.
15	MS. BERMAN: Eva Berman, President of E&R
16	International Seafood and a sponsor. I'm Eva Berman,
17	President of E&R International Seafood.
18	And as Jonathan and Adriana have addressed, how do
19	you expect the packers that have 400 skiffs bringing their
20	product into the plant, process it and keep a record of the
21	name of each skiff. I'm very much in favor of
22	underreporting the problem, illegal fishing. But I am
23	talking about legal fishing. I'm talking about the country
24	of Mexico, who have very expensive fishery in the gulf.
25	They could use genuine red grouper, black grouper and other

1	species. How can they keep track of what you're requesting?
2	MS. BRYANT: Thank you, Eva.
3	MR. HENDERSCHEDT: So, to clarify, the proposed
4	rule does not make distinctions in vessel types or modes of
5	fishery. And the agency welcomes comments with respect to
6	implementation for small vessels and any other vessel types
7	that the public feels requires that sort of consideration.
8	Thank you for your comment.
9	MS. BRYANT: Mike Kraft, Bumble Bee.
10	MR. KRAFT: Good morning. Thanks. We'll also be
11	submitting written comments as well and questions,
12	clarifying questions, but I have a few here today.
13	And this is in context of, I just saw the guidance
14	on the message sets. I don't know if that I haven't
15	reviewed it thoroughly. I don't think that was posted with
16	the original rule, got added a little bit later. So I
17	apologize if the answers to these questions are in there.
18	But specifically, with respect to what constitutes an
19	evidence of authorization, I think, with fish. I think, in
20	some cases, it's probably clear, an RFMO registration number
21	or something like that. But, again, kind of back to the
22	artisanal side of it.
23	In many of these countries, these vessels aren't
24	even required to register per local and national law. What

would be that burden of proof as far as evidence of

authorization to fish? And it's challenging, again, I think 1 to echo some of the comments with respect to this could end up having a consequence on small-scale artisanal fisheries or a barrier that's hard for them to be able to collect the name, some sort of number, that sort of thing. The second clarifying question with respect to 6 7 reporting is, area of wild capture. Is that going to be a free-form field? I think, in some cases, it's clear there 9 may be nation zones. There could be an RFMO area. And 10 also, our understanding, which we applaud, is that this 11 entry process is going to also count for -- take care of the 12 requirements for tuna tracking and verification programs. And NOAA Form 370 has different ocean area descriptions, 13 even from an FAO number, you know, I think it's called 14 15 Western Pacific, Eastern Pacific, it's very specific to that 16 form. And so we just want to make sure that whatever that 17 is, that it does indeed -- that description captures those 18 requirements of the tuna tracking and verification program. 19 Thanks. 20 MR. HENDERSCHEDT: Mike, thank you for your

questions. And I will start my response just by reiterating NOAA's desire to receive comments on these issues to form our development of a final rule.

And with respect to authorization to catch, and

21

22

23

24

25

I'll tackle the area of harvest as well, in developing this

1	proposed rule, NOAA and its partner agencies felt that it
2	was important to mitigate the burden on industry by
3	developing as flexible an approach to identifying these data
4	as possible. That is a concern that, the more descriptive
5	the data, particularly in situations where it may not
6	perfectly match a regional practice, may create additional
7	challenges for implementation.
8	So, with respect to authorization to catch, what
9	is envisioned is a permit number, some sort of documentary
10	evidence that a vessel is allowed to lawfully fish in an
11	area. And, again, we welcome your comments on the
12	applicability of that data element.
13	Again, with the area of harvest, even within the
14	U.S., we know that in our domestic fisheries areas are
15	reported in different regions at a variety of levels of
16	specificity. We recognize that the same is the case
17	internationally.
18	We welcome your comments on how we can be more
19	specific. Again, the agency and its partners are attempting
20	to develop a program that is also flexible in various
21	regions. So thank you for your questions, Mike.
22	MS. BRYANT: I'm down to my last one. So, if
23	anybody has any burning thoughts out there, please start

24

25

thinking about teeing up.

David Krebbs?

2	Krebbs, Ariel Seafoods in the Gulf of Mexico, in Destin,
3	Florida. So we're very excited about the government moving
4	forward with traceability. And my comment is, I think, one
5	of the crux of the entire program is the trust that has been
6	there for however you're going to do that. Because
7	that's the missing link. The missing link about
8	traceability is, once a fish enters the pipeline, what keeps
9	it from becoming adulterated with maybe fish that came in at
10	the same time through another channel. So we can have
11	fishes of one species that's traced and one fish that's not,
12	but it all gets mixed together. So I think the trusted
13	vendor is a huge part of the overall program.
14	And from the red snapper perspective of which
15	we're involved, I would say that the United States has the
16	most stringent regulations on the fishing industry. And I
17	think for us, to be able to sell our fish, when we're told
18	by NGOs in the past that red snapper globally was overfished
19	and so is a number of white fish in our country, that's the
20	reason I would want to move forward with the traceability
21	and have other countries step up to meet those same
22	requirements. And if your fishery is solid, there shouldn't
23	be any restrictions.
24	But I appreciate everything the government's doing
25	and I look forward to the process. Thank you.

MR. KREBBS: Good morning. My name is David

1

1	MS. BRYANT: Thanks, David.
2	And are there other comments or questions? Maybe
3	we can just have you raise your hand. And if you would,
4	there is somebody back there, Liz. And just make certain
5	that you say your name and affiliation again.
6	MS. SANCHEZ: Hello again. Hi, I am Adriana
7	Sanchez, Sea Delight. I have a follow-up question to the
8	verifying data. What happens if you verify data and you
9	find issues with the data? Who gets penalized? Is there
10	going to be a penalization system? Am I going to get
11	penalized because my vendor is providing me with incorrect
12	data? Or how is that going to be addressed? Are you guys
13	just going to be, well, we need to address these issues or,
14	you know, fees?
15	MR. HENDERSCHEDT: So the answer to that question
16	I think has a broader scope than I could certainly address.
17	I mean, that would depend on what exactly the infraction
18	was. I note that the rule is being promulgated under a
19	provision of the Magnuson Act. That is laid out in the
20	preamble to the proposed rule, and I would call your
21	attention to the breadth of that authority.
22	And so I can't, in answering your questions,
23	pre-suppose what enforcement issue might be discovered or
24	addressed through an audit, and so, I apologize, but I
25	cannot give you any more of a direct answer to that

1 question.	
-------------	--

- MS. BRYANT: Next?
- 3 MR. ANTLEY: Just one more comment. Reese from
- 4 Woods Fisheries. As far as the data being available, from
- 5 what I understand, it is not available to the public at any
- 6 point in time, any of the information. To me, that's a lack
- 7 of accountability, especially to the U.S. people. I think
- 8 it really needs -- something needs to be available. Whether
- 9 it's red flagged, some type of data needs to be available
- 10 and made public so that the consumer could see that.
- 11 MS. BRYANT: Next question? Comment? We've got a
- 12 whole hour. Anybody? Okay. Good.
- 13 MS. KUCHEPATOV: Hi, Julie from Ocean Outcomes.
- 14 I'm curious about harmonization between documentation
- 15 requirements with the TPP and this --
- MR. HENDERSCHEDT: I didn't catch all of your
- 17 question. I heard --
- MS. KUCHEPATOV: About the harmonization of
- 19 documentation requirements with the TPP, Trans-Pacific
- 20 Partnership.
- 21 MR. HENDERSCHEDT: I note that, not sure which
- 22 documentation requirements --
- MS. KUCHEPATOV: Well, the documentation and all
- the requirements that TPP imports seafood into the U.S.
- 25 Will there be some sort of harmonization between what they

2 requiring? Is there some sort of standard? Or is it just 3 all over the board? MR. HENDERSCHEDT: So your question really has 5 more to do with how the use of ITDS is implemented. Certainly, from a legal perspective, there's no 6 7 intersection. This is being promulgated under the Magnuson Act authority, and I'm not aware of TPP implications with 9 respect to Magnuson implementation. 10 At present, ITDS is being implemented on an 11 agency-by-agency level, which means that we are able to 12 harmonize our need for data across regulatory requirements by HTS code, meaning if regulation 1 requires data elements 13 A, B and C and regulation 2 requires B, C and D, we are able 14 15 to ask for each one of those just once for a particular HTS 16 code. To my knowledge, however, ITDS does not presently 17 have the ability to exchange information across various 18 agencies' message sets. And I'd be happy to look into that more closely. 19 20 I'm not sure which agencies will be collecting 21 additional seafood import information at point of entry 22 under TPP requirements, but it would require that those

need -- what the TPP is requiring and what this is

1

2324

25

are.

Heritage Reporting Corporation (202) 628-4888

MS. BRYANT: A question over here, Liz.

message sets be interoperable, and I do not know that they

Τ	MS. WING: Hi, Kate Wing with Kate Wing
2	Consulting. And I wanted to follow up on that in terms of
3	how the ITDS system will be used to provide or supplement
4	NOAA's ongoing provision of import/export data. NOAA does
5	provide import/export data now through your publicly
6	accessible portal. And will that portal be improved? Will
7	there be new potential data streams aggregated through the
8	ITDS? Or is ITDS really going only to be a window for
9	individual requests through NOAA and not used to supplement
10	any of the current public data, trade data systems that NOAA
11	currently provides?
12	MR. HENDERSCHEDT: Thank you for your question,
13	Kate. And I am not an ITDS expert. And I'll give you as
14	much of an answer as I can. I would encourage followup then
15	with our science and technology office.
16	The short answer to your question is that there is
17	no automatic and direct link between ITDS and our current
18	data sources. That link is not precluded, but it does not
19	exist. It would need to be built. We are looking at the
20	costs and the cost benefit of doing that.
21	I should add that the automated commercial
22	environment within which ITDS is implemented is an extremely
23	secure data environment, and so access to those data for
24	other purposes is not necessarily straightforward for those
25	reasons.

1	So, again, I would encourage followup with our
2	office of science and technology. Thanks for your question,
3	Kate.
4	MS. BRYANT: Another question? Mike?
5	MR. KRAFT: Just a quick one. You mentioned
6	comments to the trusted trader program. Is your request for
7	comments on the trusted trader program going to be embedded
8	in the traceability comments, or is that going to be
9	actually a separate request?
10	MR. HENDERSCHEDT: Thanks for your question, Mike.
11	We welcome comments to this proposed rule on any and all
12	elements which include the trusted trader program. However,
13	there will be a separate Federal Register notice which
14	addresses more specifically potential directions, elements
15	in a trusted trader program. Again, we do not anticipate
16	publishing essentially a draft program but instead a request
17	for comments upon which we could work further in the
18	development of that program. Thanks for your question.
19	MS. BRYANT: Thanks, Mike.
20	Other questions? Comments? Please? Tobias back
21	there and then David Schorr up here.
22	MR. GLIDDEN: Tobias Glidden, County Commissioner
23	from Nantucket. I would just like to state I think it is
24	very important that we include as many species as possible
25	as quickly as possible in this new code and regulation. As

a second generation fishmonger, you see one fishery fall out 1 of choice or deal with fish and move on to another one. And 3 if we don't address all fish species, we continue to see one after another decline. And I'd request that all species be added in and make this as comprehensive as possible. Thank you. 6 MS. BRYANT: I think the next one is David. 8 MR. SCHORR: Thanks. A followup question about the data harmonization with the TPP issue. John, I think 9 10 you addressed it as the type of question around ITDS. But, 11 to our understanding, TPP itself does not have any specific 12 optimizational requirements in it. But we do know that other systems, including the EU system and a number of 13 export systems that are out there, do have documentation 14 15 requirements that could overlap. And people who are 16 exporting, particularly in multiple jurisdictions, could 17 face different information requests. What are you guys 18 doing to work internationally to try to ensure that folks who are trying to export legitimate product face 19 20 inconsistent information demands from different importing 21 records? 22 MR. HENDERSCHEDT: To answer your question, David, NOAA and its partners, its agents partners, have an ongoing 23 24 discussion with the EU, with their team that is working on

Heritage Reporting Corporation (202) 628-4888

some of the very same issues. Clearly, there are

- differences in the design of the EU's catch certification program and this proposed rule.
- I would note, however, that the data elements that
  the EU is interested in align very closely to those that are
  proposed in this rule, and I again note that the source of
  these data for our reporting requirements is very flexible.
- And so, in cases where fisheries nations are
  already generating those data, there's considerable overlap
  in those elements. Thank you for your question, David.
- 10 MS. BRYANT: Other questions? Comments? Oh, come 11 on, I know there's a lot of opinions in this room.
- Do you have any further remarks?

1920

21

22

23

24

- MR. HENDERSCHEDT: I would just like to thank all
  of you for attending, for your participation. Again, we
  encourage comments in as detailed a manner as you care to
  provide. We really are looking for guidance in developing a
  final rule and look forward to your participation and
  assistance. Thanks very much.
  - MS. BRYANT: And I will just point out that, as I said at the top of the hour, all of the information to be able to access not only the proposed rule but also to be able to access the interface to submit your comments publicly through the *Federal Register* notice can all be accessed through the web portal as well. So we look forward to receiving them. Thank you, everybody, for coming.

```
1
                  (Whereupon, at 12:08 p.m., the meeting in the
 2
       above-entitled matter concluded.)
 3
       //
       //
 4
 5
       //
 6
       //
 7
       //
 8
       //
 9
       //
10
       //
11
       //
12
       //
13
       //
14
       //
15
       //
16
       //
       //
17
18
       //
19
       //
20
       //
21
       //
22
       //
23
       //
24
       //
25
       //
```

## CERTIFICATE OF TRANSCRIBER

 $\hbox{ This is to certify that the attached proceedings} \\$  in the Matter of:

Proposed Rule for the First Phase ) of a US Seafood Traceability Program )

Place: Boston, Massachusetts

Date: March 7, 2016

were held as herein appears, and that this is the true, accurate and complete transcript prepared from the notes and/or recordings of the above entitled proceeding.

OFFICIAL REPORTER (Signature)
MaryAnn Rooney